

भारतीय बैंक संघ 

INDIAN BANKS' ASSOCIATION

स्टेडियम हाउस, छठी मंजिल, खण्ड ३, वीर नरिमान मार्ग, मुंबई ४०० ०२०.

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No. OPR/21-12(D)/20-16/ **1809**
August 21, 2003

Shri C S Prasad
Additional Development Commissioner
Government of India
Ministry of Small Scale Industries
Office of the Development Commissioner (SSI)
Nirman Bhavan
New Delhi 110 001

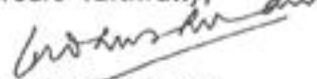
Dear Sir,

Interest Rates on Priority Sector Advances - Agriculture & Small scale Industries (SSI)

Kindly refer to your letter D.O.No.F.15(5)/2003 dated 5th August 2003.

We are in the process of compiling details of interest rate revision carried out by Public Sector Banks in response to the appeal made by the Finance Minister in his Budget Speech. We are happy to inform that a number of banks have revised interest rates for Agriculture and SSI advances. The revised interest rates fall within the PLR+2%. We are yet to get full particulars from all the banks. For your perusal we enclose herewith the interest rates being charged by 12 banks, which are available with us. We are following up with other banks for details of interest rate revision carried out by them.

Yours faithfully,



(K Unnikrishnan)
Executive - Banking Operations

Note:

The IBA has issued a circular no. OPR.C/UK/21-12(D)/9 dated 5th March, 2003 to member banks advising them to charge interest rate band of 2 per cent above and below their prime lending rates from Small Scale Industries as announced by the Hon'ble Finance Minister in his budget speech (2003-04).

Interest Rates on Priority Sector Advances - Agriculture and Small Scale Industries

Name of the Bank	PLR	PTLR	Interest range for Agriculture Loans		Interest range for SSI Loans	
			Short-term	Term Loans	WC Limits	Term Loan
Allah. Bank	11.5%	-	PLR+2.5%	PLR-2/+2	PLR-2/+1/+2%	PLR-2/+1/+2%
Andhra Bank	11.25%	11.5%	PLR+2.25%	PTLR-1/+1.75%	PLR-1/+2%	PTLR-1/+2.75%
Bank of Maha.	11%	-	PLR+2.5%	PLR-2/+2%		
CBI	11.5%		PLR+2.5%		PLR+2%	
Indian Bank	11.5%	12%	PLR+2.5%	PTLR-3/+2%	PLR-1/+2%	PTLR-1/+2%
IOB*	11.5%	-	PLR+2.5%	PLR-2.25/+3.5%	PLR+2%	PLR-2.25/+3.5%
PNB	11%	11.5%	PLR+2%	PTLR-1/+2%	PLR-1/+2%	PTLR-1/+2%
OBC	11%	-	PLR+2%	PLR+1.5%	PLR+2%	PLR-1/+1.5%
Syndi. Bank	11.5%	-	PLR+2.5%	PLR-2.5/+2%	PLR-1.5/+2%	PLR-1.5/+2%
United Bank	11.5%	-	PLR+2.5%	PLR-.5/+3.5%	PLR+2%	PLR-.5/+3.5%
Vijaya Bank	11.5%	-	PLR+2.5%	PLR-1/+2%	PLR+2%	PLR+2%
SBI			8.75%to11.50%	9.25%to12%	8.75%to11.5%	9.25%to12%

*For loans upto Rs.100 lakhs the bank charges only PLR+1.5% (Maximum). Beyond that rates vary from PLR+2.25% to PLR+3.5%